

**STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2765**

ANNUAL FINANCIAL REPORT

2005

BARTHOLOMEW COUNTY, INDIANA



FILED
10/20/2006

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Nancy McKinney	01-01-03 to 12-31-06
Treasurer	Vernon Jewell	01-01-03 to 12-31-06
Clerk	Norma Trimpe	01-01-04 to 12-31-07
Sheriff	Kenneth Whipker	01-01-03 to 12-31-06
Recorder	Betty Jean Beshear	01-01-03 to 12-31-06
President of the Board of County Commissioners	Paul Franke Carl Lienhoop Larry Kleinhenz	01-01-04 to 12-31-04 01-01-05 to 12-31-05 01-01-06 to 12-31-06
President of the County Council	Keith Sells Evelyn Pence Judith Meyer	01-01-04 to 12-31-04 01-01-05 to 12-31-05 01-01-06 to 12-31-06



STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TO: THE OFFICIALS OF BARTHOLOMEW COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Bartholomew County (County), as of and for the year ended December 31, 2005, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note I, the County prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As discussed in Note I, the financial statements referred to above do not include a number of component units of the County which should have been included to fairly present the financial position of the County.

In our opinion, except that the omission of the component units of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2005, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated August 24, 2006, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. Our report on compliance and on internal control over financial reporting should be read along with this report.

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the County taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Schedules of Funding Progress, as listed in the table of contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Combining Schedules, as listed in the table of contents, are presented for additional analysis and are not a required part of the basic financial statements. The Combining Schedules, as listed in the table of contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

STATE BOARD OF ACCOUNTS

August 24, 2006



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF BARTHOLOMEW COUNTY, INDIANA

We have audited the financial statements of Bartholomew County (County), as of and for the year ended December 31, 2005, and have issued our report thereon dated August 24, 2006. The opinion to the financial statements was qualified due to the omission of the component units resulting in an incomplete presentation. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

We noted other matters involving the internal control over financial reporting that we have discussed with the management of the County on August 24, 2006. These internal control matters were subsequently communicated to management in a separate letter.

This report is intended solely for the information and use of the County's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

August 24, 2006

BARTHOLOMEW COUNTY
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2005

Functions/Programs	Program Receipts				Net (Disbursement) Receipt and Changes in Net Assets
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government
					Governmental Activities
Primary government:					
Governmental activities:					
General government	\$ 13,958,414	\$ 4,822,445	\$ 3,474	\$ -	\$ (9,132,495)
Public safety	12,107,276	2,632,621	721,859	-	(8,752,796)
Highways and streets	3,531,810	-	3,024,182	-	(507,628)
Health and welfare	7,725,260	119,127	2,386,708	-	(5,219,425)
Culture and recreation	252,276	20,593	1,000	-	(230,683)
Urban redevelopment	47,366	-	47,366	-	-
Capital outlay	1,973,955	-	-	306,332	(1,667,623)
Total primary government	<u>\$ 39,596,357</u>	<u>\$ 7,594,786</u>	<u>\$ 6,184,589</u>	<u>\$ 306,332</u>	<u>(25,510,650)</u>
General receipts:					
Property taxes					17,577,533
Other local sources					5,385,834
Grants and contributions not restricted to specific programs					665,397
Unrestricted investment earnings					833,122
Insurance proceeds					72,605
Intergovernmental disbursements					(269,690)
Other operating receipts					901,390
Total general receipts					<u>25,166,191</u>
Change in net assets					(344,459)
Net assets - beginning					<u>21,640,311</u>
Net assets - ending					<u>\$ 21,295,852</u>
<u>Assets</u>					
Cash and investments					\$ 10,878,141
Cash with fiscal agent					(11,346)
Restricted assets:					
Cash with fiscal agent					9,169
Cash and investments					<u>10,419,888</u>
Total assets					<u>\$ 21,295,852</u>
<u>Net Assets</u>					
Restricted for:					
General government					\$ 1,747,206
Public safety					1,228,556
Highways and streets					1,236,258
Health and welfare					2,700,112
Culture and recreation					73,980
Debt service					561,436
Capital outlay					2,881,509
Unrestricted					<u>10,866,795</u>
Total net assets					<u>\$ 21,295,852</u>

The notes to the financial statements are an integral part of this statement.

BARTHOLOMEW COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2005

	General	County Family and Children	Cumulative Bridge	Other Governmental Funds	Totals
Receipts:					
Taxes	\$ 14,876,676	\$ 2,890,931	\$ 1,948,672	\$ 3,247,088	\$ 22,963,367
Special assessments	-	-	-	89,267	89,267
Intergovernmental	804,721	1,482,976	21,039	4,821,143	7,129,878
Charges for services	1,284,004	-	-	2,276,568	3,560,572
Other	1,390,598	150	52,844	388,948	1,832,540
Total receipts	18,355,998	4,374,057	2,022,555	10,823,014	35,575,624
Disbursements:					
General government	8,760,156	-	-	1,254,320	10,014,476
Public safety	9,080,944	-	-	3,026,332	12,107,276
Highways and streets	-	-	-	3,531,810	3,531,810
Health and welfare	764,666	4,812,418	-	2,148,176	7,725,260
Culture and recreation	220,448	-	-	31,828	252,276
Urban redevelopment and housing	-	-	-	47,366	47,366
Capital outlay:					
Highways and streets	-	-	1,973,955	-	1,973,955
Total disbursements	18,826,215	4,812,418	1,973,955	10,039,831	35,652,419
Excess (deficiency) of revenue over disbursements	(470,217)	(438,361)	48,600	783,183	(76,795)
Other financing sources (uses)					
Transfers in	216,753	-	-	130,106	346,858
Transfers out	-	-	-	(346,858)	(346,858)
Refund of state grant	-	-	-	(419)	(419)
Intergovernmental disbursements	-	-	-	(269,690)	(269,690)
Total other financing sources (uses)	216,753	-	-	(486,862)	(270,109)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(253,464)	(438,361)	48,600	296,321	(346,904)
Cash and investment fund balance - beginning	9,795,398	2,171,798	2,606,103	7,071,634	21,644,933
Cash and investment fund balance - ending	\$ 9,541,934	\$ 1,733,437	\$ 2,654,703	\$ 7,367,956	21,298,029
Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because: Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.					(2,177)
Net assets of governmental activities					\$ 21,295,852
<u>Cash and Investment Assets - December 31</u>					
Cash and investments	\$ 9,541,934	\$ -	\$ -	\$ 1,336,208	\$ 10,878,141
Restricted assets:					
Cash and investments	-	1,733,437	2,654,703	6,031,748	10,419,888
Total cash and investment assets - December 31	\$ 9,541,934	\$ 1,733,437	\$ 2,654,703	\$ 7,367,956	\$ 21,298,029
<u>Cash and Investment Fund Balance - December 31</u>					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ 1,738,036	\$ 1,738,036
Public safety	-	-	-	1,228,556	1,228,556
Highways and streets	-	-	-	1,236,258	1,236,258
Health and welfare	-	1,733,437	-	966,675	2,700,112
Culture and recreation	-	-	-	73,980	73,980
Debt service	-	-	-	561,436	561,436
Capital outlay	-	-	2,654,703	226,807	2,881,509
Unrestricted	9,541,934	-	-	1,336,208	10,878,141
Total cash and investment fund balance - December 31	\$ 9,541,934	\$ 1,733,437	\$ 2,654,703	\$ 7,367,956	\$ 21,298,029

The notes to the financial statements are an integral part of this statement.

BARTHOLOMEW COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUNDS
As of and for the Year Ended December 31, 2005

	Internal Service Funds
Operating receipts:	
Insurance contributions	<u>\$ 3,944,947</u>
Operating disbursements:	
Insurance premiums	342,365
Insurance benefits	3,594,878
Other	<u>6,696</u>
Total operating disbursements	<u>3,943,938</u>
Excess of operating receipts over operating disbursements	<u>1,009</u>
Nonoperating receipts:	
Interest and investment receipts	<u>1,436</u>
Excess of receipts over disbursements and nonoperating receipts	2,445
Cash and investment fund balance - beginning	<u>(4,622)</u>
Cash and investment fund balance - ending	<u><u>\$ (2,177)</u></u>
<u>Cash and Investment Assets - December 31</u>	
Cash with fiscal agent	\$ (11,346)
Restricted assets:	
Cash with fiscal agent	<u>9,169</u>
Total cash and investment assets - December 31	<u><u>\$ (2,177)</u></u>
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
General government	\$ 9,169
Unrestricted	<u>(11,346)</u>
Total cash and investment fund balance - December 31	<u><u>\$ (2,177)</u></u>

The notes to the financial statements are an integral part of this statement.

BARTHOLOMEW COUNTY
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2005

	Pension Trust Fund	Private-Purpose Trust Fund	Agency Funds
Additions:			
Contributions:			
Employer	\$ 438,240	\$ -	\$ -
Investment earnings:			
Net increase in fair value of investments	154,693	-	-
Interest	171,987	122	-
Total investment earnings	326,680	122	-
Agency fund additions	-	-	276,367,382
Total additions	764,920	122	276,367,382
Deductions:			
Benefits	48,620	-	-
Administrative and general	43,345	-	-
Agency fund deductions	-	-	276,372,334
Total deductions	91,965	-	276,372,334
Excess (deficiency) of total additions over total deductions	672,955	122	(4,952)
Cash and investment fund balance - beginning	6,005,814	63,903	4,441,835
Cash and investment fund balance - ending	\$ 6,678,769	\$ 64,025	\$ 4,436,883

The notes to the financial statements are an integral part of this statement.

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

The County was established under the laws of the State of Indiana. The County operates under a Council-Commissioner form of government and provides the following services: public safety (police), highways and streets, health welfare and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

The County's financial reporting entity is composed of the following:

Primary Government:	Bartholomew County
Blended Component Unit:	Bartholomew County Solid Waste Management District
Discretely Presented Component Unit:	Columbus Regional Hospital

In determining the financial reporting entity, the County complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

The Bartholomew County Solid Waste Management District, a blended component unit, and the Columbus Regional Hospital, a discretely presented component unit, have been omitted from these financial statements. Accordingly, the financial statements do not include the data of all of the County's component units necessary to fairly present the financial position of the County.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis display information about the reporting government as a whole. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. However, at this time, the County has not established any enterprise funds.

The County reports the following major governmental funds:

The general fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The cumulative bridge fund is used for capital project pertaining to the construction, reconstruction, and maintenance of county bridges.

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The county family and children fund is funded by local taxes and distributions from the State of Indiana and is used to provide welfare assistance.

Additionally, the County reports the following fund types:

The internal service funds account for medical benefits provided to other departments on a cost-reimbursement basis.

The pension trust funds account for the activities of the Sheriff's pension trust which accumulate resources for pension benefit payments.

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the Edith Ross Memorial and Congressional principal.

Agency funds account for assets held by the County as an agent for state and federal agencies and serve as control of accounts for certain cash transactions during the time they are a liability to the County.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, proprietary fund and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The cash and investment basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash rather than when earned and disbursements are recognized when paid rather than when a liability is incurred. Investment transactions are not presented on the financial statements.

If the County utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes. Elimination of these charges would distort the direct costs and program receipts reported for the various functions concerned.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds). The County does not have any enterprise funds.

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Assets and Cash and Investment Balances

1. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as interest receipts in the year of the sale of the investment.

2. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental or proprietary fund operations are accounted for as capital outlay disbursements of the fund upon acquisition.

3. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

4. Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in two components:

- a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other government, or (2) law through constitutional provisions or enabling legislation.
- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

It is the County's policy to first use restricted net assets prior to the use of unrestricted net assets when a disbursement is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Financial Statements

Governmental fund equity is classified as fund balance.

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Operating Receipts and Disbursements

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds). The County does not have any enterprise funds.

F. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets – Cash and Investment Basis, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities – Cash and Investment Basis.

II. Stewardship, Compliance and Accountability

Budgetary Information

Annual budgets are adopted on the cash basis, which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at calendar year end.

On or before August 31, the fiscal officer of the County submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the County receives approval of the Indiana Department of Local Government Finance.

The County's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds; and has a principal office or branch that qualifies to receive public funds of the political subdivision. Balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. The Sheriff's Merit Board has not established an investment policy for the Sheriff's Retirement and Benefit Pension Plan. As of December 31, 2005, the County had the following investments:

Investment Type	Primary Government Market Value
Mutual funds	\$ 6,678,769

Investment Policies

Indiana Code 5-13-9 authorizes the County to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the unit to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed fifty percent (50%) of the funds held by the County and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise; or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

Additionally, the County may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the unit's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

The Sheriff's Pension Plan is not subject to the same investment laws as the County. The Sheriff's Merit Board has not adopted an investment policy for interest rate and credit risk.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The County does not have a formal investment policy for custodial credit risk for investments.

The Sheriff's Merit Board has not adopted an investment policy for custodial credit risk for investments.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County must follow state statute and limit the stated final maturities of the investments to no more than two years.

The Sheriff's Merit Board has not adopted a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below.

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

<u>Standard and Poor's Rating</u>	<u>Moody's Rating</u>	<u>County's Investments</u>
AAA	Aaa	Mutual Funds
		<u>\$ 6,678,769</u>

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement.

The Sheriff's Merit Board has not adopted a policy for the concentration of credit risk.

Foreign Currency Risk

The County does not have a formal policy in regards to foreign currency risk.

The Sheriff's Merit Board has not adopted a formal policy in regards to foreign currency risk.

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2005, were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>2004</u>
Other governmental	General fund	\$ 216,753
Other governmental	Other governmental	<u>130,105</u>
Total		<u>\$ 346,858</u>

The County typically uses transfers to fund ongoing operating subsidies.

IV. Other Information

A. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents (excluding postemployment benefits); and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Medical Benefits to Employees, Retirees and Dependents (Excluding Postemployment Benefits)

The County has chosen to establish a risk financing fund for risks associated with medical benefits to employees, retirees and dependents (excluding postemployment benefits). The risk financing fund is accounted for in the Employee Benefit Trust Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$75,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. A premium is charged to each fund that accounts for payroll. The total charge allocated to each of the funds is calculated using trends in actual claims experience. Provisions are also made for unexpected and unusual claims.

Jail Inmate Medical Benefits

The County has chosen to establish a risk financing fund for risks associated with medical benefits for jail inmates. The risk financing fund is accounted for in the Jail Inmate Trust Medical Fund, an internal service fund, where assets are set aside for claim settlements. The total amount allocated to the fund is calculated using trends in actual claims experience.

Job Related Illnesses or Injuries to Employees

During 1990, the County joined the Indiana Public Employer's Plan Inc., a public entity risk pool currently operating as a common risk management and insurance program for member governmental entities. This risk pool was formed in 1989. The purpose of the risk pool is to provide a medium for the funding and administration of workers compensation claims. The County pays an annual premium to the risk pool for its job related illnesses and injuries to employees. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the \$1,000,000 limit.

B. Subsequent Events

On May 19, 2006, bids were opened for construction of an addition to the Bartholomew County Jail Facility. Bids for construction totaling \$18,526,600 were awarded on June 26, 2006. The project will be funded by revenue bonds issued by the Bartholomew County Jail Building Corporation (Holding Corporation). The facilities constructed will be owned by the Holding Corporation and leased to the County.

C. Postemployment Benefits

In addition to the pension benefits described below, the County provides postemployment health insurance benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the County on or after attaining age 55 with at least 20 years of service. Currently, no retirees meet these eligibility requirements. The County and retirees provide 15% and 85%, respectively, of these post-employment benefits. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis.

D. Administration of Welfare Programs

The County is required to provide certain funding for costs of the Hospital Care for the Indigent Program, Medical Assistance to Wards, Children's Psychiatric Treatment, and Children with Special Health Care Needs through local property tax levies. The County remits those taxes to the State, which pays the cost.

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Pension Plans

Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

1. Public Employees' Retirement Fund

Plan Description

The County contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system and give the County authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. The report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The County's annual pension cost and related information, as provided by the actuary, is presented in this note.

2. County Police Retirement Plan

Plan Description

The County contributes to the County Police Retirement Plan, which is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides retirement, death, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the County Sheriff.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the County Police Retirement Plan are established by state statute. The County's annual pension cost and related information, as provided by the actuary, is presented in this note.

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. County Police Benefit Plan

Plan Description

The County contributes to the County Police Benefit Plan which is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides dependent pensions, life insurance, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the County Sheriff.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute. The County's annual pension cost and related information, as provided by the actuary, is presented in this note.

Actuarial Information for the Above Plans

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	\$ 434,696	\$ 37,945	\$ 25,008
Interest on net pension obligation	(17,681)	(8,599)	-
Adjustment to annual required contribution	20,149	15,770	-
Annual pension cost	437,164	382,116	25,008
Contributions made	457,379	413,232	25,008
Decrease in net pension obligation	(20,215)	(31,116)	-
Net pension obligation, beginning of year	(243,876)	(122,847)	-
Net pension obligation, end of year	<u>\$ (264,091)</u>	<u>\$ (153,963)</u>	<u>\$ -</u>

BARTHOLOMEW COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	7.75%	26%	1%
Plan members	None	None	None
Actuarial valuation date	07-01-05	01-01-06	01-01-06
Actuarial cost method	Entry age	Entry age	Aggregate
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	*
Amortization period	32 years	32 years	
Amortization period (from date)	07-01-97	12-31-97	*
Asset valuation method	4 year smoothed market	4 year smoothed market	4 year smoothed market

*The aggregate cost method does not identify or separately amortize unfunded actuarial liabilities. The actuarial value of projected benefits of the group in excess of the actuarial value of assets is allocated on a level basis over the earning of the group.

Actuarial Assumptions	PERF	County Police Retirement Plan	County Police Benefit Plan
Investment rate of return	7.25%	7%	7%
Projected future salary increases:			
Total	5%	5%	5%
Attributed to inflation	4%	4%	4%
Attributed to merit/seniority	1%	1%	1%
Cost-of-living adjustments	2%	2%	0%

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-03	\$ 427,459	85%	\$ (194,915)
	06-30-04	360,001	114%	(243,876)
	06-30-05	437,164	127%	(264,091)
County Police Retirement Plan	12-31-03	300,746	91%	(107,283)
	12-31-04	347,385	104%	(122,847)
	12-31-05	382,116	108%	(153,963)
County Police Benefit Plan	12-31-03	26,620	100%	**
	12-31-04	26,623	100%	**
	12-31-05	25,008	100%	**

**Not applicable

BARTHOLOMEW COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-03	\$ 8,099,283	\$ 7,650,240	\$ 449,043	106%	\$ 8,470,945	5%
07-01-04	8,215,050	8,069,034	146,016	102%	9,513,265	2%
07-01-05	8,575,837	9,243,897	(668,060)	93%	9,491,746	(7%)

County Police Retirement Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-01	\$ 4,521,943	\$ 4,521,943	\$ -	100%	\$ 1,335,587	0%
01-01-02	4,627,081	4,627,081	-	100%	1,402,742	0%
01-01-03	4,731,914	4,731,914	-	100%	1,445,831	0%
01-01-04	4,982,385	4,982,385	-	100%	1,521,343	0%
01-01-05	5,368,632	5,368,632	-	100%	1,564,094	0%
01-01-06	6,177,440	6,177,440	-	100%	1,704,100	0%

BARTHOLOMEW COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2005

	Riverboat Wagering Tax	County Highway	County Health	Local Road and Street	Current Property Reassessment	2006 Property Reassessment	Accident Report
Receipts:							
Taxes	\$ -	\$ -	\$ 1,022,451	\$ -	\$ -	\$ 188,452	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	450,451	2,497,230	258,979	525,702	-	1,570	-
Charges for services	-	-	118,527	-	-	-	7,805
Other	-	139,740	9,545	19,903	-	31,012	-
Total receipts	<u>450,451</u>	<u>2,636,970</u>	<u>1,409,502</u>	<u>545,605</u>	<u>-</u>	<u>221,035</u>	<u>7,805</u>
Disbursements:							
General government	-	-	-	-	16,658	229,413	-
Public safety	-	-	-	-	-	-	6,808
Highways and streets	-	2,880,221	-	642,263	-	-	-
Health and welfare	-	-	1,320,563	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>2,880,221</u>	<u>1,320,563</u>	<u>642,263</u>	<u>16,658</u>	<u>229,413</u>	<u>6,808</u>
Excess (deficiency) of revenue over disbursements	<u>450,451</u>	<u>(243,251)</u>	<u>88,939</u>	<u>(96,658)</u>	<u>(16,658)</u>	<u>(8,379)</u>	<u>996</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Refund of state grant	-	-	-	-	-	-	-
Intergovernmental disbursements	<u>(269,690)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(269,690)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>180,760</u>	<u>(243,251)</u>	<u>88,939</u>	<u>(96,658)</u>	<u>(16,658)</u>	<u>(8,379)</u>	<u>996</u>
Cash and investment fund balance - beginning	<u>125,779</u>	<u>743,819</u>	<u>555,659</u>	<u>823,598</u>	<u>16,658</u>	<u>758,053</u>	<u>1,718</u>
Cash and investment fund balance - ending	<u>\$ 306,539</u>	<u>\$ 500,568</u>	<u>\$ 644,598</u>	<u>\$ 726,940</u>	<u>\$ -</u>	<u>\$ 749,674</u>	<u>\$ 2,714</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	Firearms Training	Election and Registration	Surveyor's Corner Perpetuation	Supplemental Adult Probation Services	Supplemental Juvenile Probation Services	Recorder's Records Perpetuation	Local Health Maintenance
Receipts:							
Taxes	\$ -	\$ 228,548	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	1,904	-	-	-	-	39,630
Charges for services	4,820	-	16,520	301,040	11,639	97,693	-
Other	-	3,804	-	4,662	812	-	-
Total receipts	<u>4,820</u>	<u>234,256</u>	<u>16,520</u>	<u>305,702</u>	<u>12,452</u>	<u>97,693</u>	<u>39,630</u>
Disbursements:							
General government	-	10,787	403	-	-	86,395	-
Public safety	3,843	-	-	374,639	29,632	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	29,966
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Total disbursements	<u>3,843</u>	<u>10,787</u>	<u>403</u>	<u>374,639</u>	<u>29,632</u>	<u>86,395</u>	<u>29,966</u>
Excess (deficiency) of revenue over disbursements	<u>977</u>	<u>223,469</u>	<u>16,117</u>	<u>(68,937)</u>	<u>(17,181)</u>	<u>11,298</u>	<u>9,664</u>
Other financing sources (uses)							
Transfers in	-	-	-	57,000	-	-	-
Transfers out	-	-	-	-	-	-	-
Refund of state grant	-	-	-	-	-	-	-
Intergovernmental disbursements	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>977</u>	<u>223,469</u>	<u>16,117</u>	<u>(11,937)</u>	<u>(17,181)</u>	<u>11,298</u>	<u>9,664</u>
Cash and investment fund balance - beginning	<u>1,969</u>	<u>117,155</u>	<u>39,828</u>	<u>208,563</u>	<u>48,442</u>	<u>90,482</u>	<u>49,218</u>
Cash and investment fund balance - ending	<u>\$ 2,946</u>	<u>\$ 340,624</u>	<u>\$ 55,945</u>	<u>\$ 196,626</u>	<u>\$ 31,261</u>	<u>\$ 101,780</u>	<u>\$ 58,882</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	County Law Enforcement Continuing Education	County Hospital Care for the Indigent	Medical Assistance to Wards	Children With Special Health Care Needs	Children's Psychiatric Treatment Fund	Drainage Maintenance	Convention and Visitor's Bureau
Receipts:							
Taxes	\$ -	\$ 453,086	\$ 116,279	\$ 136,327	\$ 220,529	\$ -	\$ 881,416
Special assessments	-	-	-	-	-	89,267	-
Intergovernmental	-	-	-	-	1,837	-	-
Charges for services	2,718	-	-	-	-	-	-
Other	-	-	-	-	-	5,731	-
Total receipts	<u>2,718</u>	<u>453,086</u>	<u>116,279</u>	<u>136,327</u>	<u>222,366</u>	<u>94,998</u>	<u>881,416</u>
Disbursements:							
General government	-	-	-	-	-	61,685	790,000
Public safety	5,512	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	453,086	116,279	136,327	44,843	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Total disbursements	<u>5,512</u>	<u>453,086</u>	<u>116,279</u>	<u>136,327</u>	<u>44,843</u>	<u>61,685</u>	<u>790,000</u>
Excess (deficiency) of revenue over disbursements	<u>(2,794)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>177,523</u>	<u>33,313</u>	<u>91,416</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	27,950	-
Transfers out	-	-	-	-	(216,753)	(35,191)	-
Refund of state grant	-	-	-	-	-	-	-
Intergovernmental disbursements	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(216,753)</u>	<u>(7,241)</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(2,794)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(39,229)</u>	<u>26,072</u>	<u>91,416</u>
Cash and investment fund balance - beginning	<u>2,867</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>216,753</u>	<u>256,455</u>	<u>142,958</u>
Cash and investment fund balance - ending	<u>\$ 73</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 177,523</u>	<u>\$ 282,527</u>	<u>\$ 234,374</u>

BARTHOLOMEW COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2005
(Continued)

	County Alcohol and Drug	Pretrial Diversion	Supplemental Public Defender Service	Park Board Nonreverting Operating	Tele- communications Nonreverting	Community Corrections Adult	Community Corrections Project Income
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	310,674	-
Charges for services	24,173	123,047	29,985	20,593	-	-	366,542
Other	690	-	-	1,281	80,525	-	21,263
Total receipts	<u>24,864</u>	<u>123,047</u>	<u>29,985</u>	<u>21,874</u>	<u>80,525</u>	<u>310,674</u>	<u>387,805</u>
Disbursements:							
General government	-	-	-	-	10,756	-	-
Public safety	41,564	130,935	54,191	-	-	284,369	458,838
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	30,889	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Total disbursements	<u>41,564</u>	<u>130,935</u>	<u>54,191</u>	<u>30,889</u>	<u>10,756</u>	<u>284,369</u>	<u>458,838</u>
Excess (deficiency) of revenue over disbursements	<u>(16,701)</u>	<u>(7,888)</u>	<u>(24,207)</u>	<u>(9,016)</u>	<u>69,770</u>	<u>26,305</u>	<u>(71,033)</u>
Other financing sources (uses)							
Transfers in	-	-	-	938	-	-	-
Transfers out	-	-	-	-	-	-	(9,026)
Refund of state grant	-	-	-	-	-	-	-
Intergovernmental disbursements	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>938</u>	<u>-</u>	<u>-</u>	<u>(9,026)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(16,701)</u>	<u>(7,888)</u>	<u>(24,207)</u>	<u>(8,077)</u>	<u>69,770</u>	<u>26,305</u>	<u>(80,059)</u>
Cash and investment fund balance - beginning	<u>29,276</u>	<u>26,437</u>	<u>36,858</u>	<u>82,057</u>	<u>260,113</u>	<u>116,898</u>	<u>200,532</u>
Cash and investment fund balance - ending	<u>\$ 12,575</u>	<u>\$ 18,549</u>	<u>\$ 12,651</u>	<u>\$ 73,980</u>	<u>\$ 329,883</u>	<u>\$ 143,204</u>	<u>\$ 120,473</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	Community Corrections Juvenile	County Misdemeanant	Donations	Emergency Planning and Right to Know	Guardian Ad Litem/ CASA	Drug Enforcement	Emergency Telephone System
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	49,725	-	-	-	17,026	-	170,875
Charges for services	-	-	-	-	600	-	805,297
Other	-	-	26,858	-	-	-	10,057
Total receipts	<u>49,725</u>	<u>-</u>	<u>26,858</u>	<u>-</u>	<u>17,626</u>	<u>-</u>	<u>986,230</u>
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	42,125	44,250	1,693	10,454	-	17,231	1,031,235
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	24,076	-	17,526	-	-
Culture and recreation	-	-	938	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Total disbursements	<u>42,125</u>	<u>44,250</u>	<u>26,707</u>	<u>10,454</u>	<u>17,526</u>	<u>17,231</u>	<u>1,031,235</u>
Excess (deficiency) of revenue over disbursements	<u>7,600</u>	<u>(44,250)</u>	<u>151</u>	<u>(10,454)</u>	<u>100</u>	<u>(17,231)</u>	<u>(45,005)</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(938)	-	-	-	-
Refund of state grant	-	-	-	-	-	-	-
Intergovernmental disbursements	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(938)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>7,600</u>	<u>(44,250)</u>	<u>(787)</u>	<u>(10,454)</u>	<u>100</u>	<u>(17,231)</u>	<u>(45,005)</u>
Cash and investment fund balance - beginning	<u>6,871</u>	<u>137,535</u>	<u>81,779</u>	<u>70,508</u>	<u>-</u>	<u>38,421</u>	<u>458,113</u>
Cash and investment fund balance - ending	<u>\$ 14,471</u>	<u>\$ 93,285</u>	<u>\$ 80,992</u>	<u>\$ 60,054</u>	<u>\$ 100</u>	<u>\$ 21,191</u>	<u>\$ 413,109</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	County Drug Free Community	Plat Book	Covered Bridge	Jail Inmate Medical Care	Sales Disclosure	CDBG Agency on Aging
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	1,250	-	-	-
Charges for services	44,330	1,172	-	20,293	16,921	-
Other	-	-	9,325	-	-	-
Total receipts	<u>44,330</u>	<u>1,172</u>	<u>10,575</u>	<u>20,293</u>	<u>16,921</u>	<u>-</u>
Disbursements:						
General government	-	773	-	-	1,745	4,124
Public safety	70,735	-	-	37,065	-	-
Highways and streets	-	-	9,325	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	<u>70,735</u>	<u>773</u>	<u>9,325</u>	<u>37,065</u>	<u>1,745</u>	<u>4,124</u>
Excess (deficiency) of revenue over disbursements	<u>(26,405)</u>	<u>399</u>	<u>1,250</u>	<u>(16,772)</u>	<u>15,176</u>	<u>(4,124)</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Refund of state grant	-	-	-	-	-	-
Intergovernmental disbursements	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(26,405)</u>	<u>399</u>	<u>1,250</u>	<u>(16,772)</u>	<u>15,176</u>	<u>(4,124)</u>
Cash and investment fund balance - beginning	<u>111,543</u>	<u>9,559</u>	<u>7,500</u>	<u>18,142</u>	<u>16,555</u>	<u>4,124</u>
Cash and investment fund balance - ending	<u>\$ 85,139</u>	<u>\$ 9,958</u>	<u>\$ 8,750</u>	<u>\$ 1,370</u>	<u>\$ 31,732</u>	<u>\$ -</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	Tax Sale Fees	Jury Pay Supplement	Informal Adjustment	Community Television Grant	Juvenile Accountability Incentive Block Grant	Juvenile Accountability Incentive Block Grant City Match
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	14,257	-
Charges for services	7,645	-	1,245	-	-	-
Other	-	123	-	-	-	-
Total receipts	<u>7,645</u>	<u>123</u>	<u>1,245</u>	<u>-</u>	<u>14,257</u>	<u>-</u>
Disbursements:						
General government	3,737	-	-	-	-	-
Public safety	-	-	-	-	22,192	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	<u>3,737</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,192</u>	<u>-</u>
Excess (deficiency) of revenue over disbursements	<u>3,908</u>	<u>123</u>	<u>1,245</u>	<u>-</u>	<u>(7,935)</u>	<u>-</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	9,026	-
Transfers out	-	-	-	-	-	-
Refund of state grant	-	-	-	-	(419)	-
Intergovernmental disbursements	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,607</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>3,908</u>	<u>123</u>	<u>1,245</u>	<u>-</u>	<u>672</u>	<u>-</u>
Cash and investment fund balance - beginning	<u>11,915</u>	<u>10,084</u>	<u>12,892</u>	<u>14,800</u>	<u>7,913</u>	<u>9</u>
Cash and investment fund balance - ending	<u>\$ 15,823</u>	<u>\$ 10,207</u>	<u>\$ 14,137</u>	<u>\$ 14,800</u>	<u>\$ 8,585</u>	<u>\$ 9</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	Tobacco Master Settlement	Adult Protective Services Grant	Juvenile Probation Administrative Fees	Adult Probation Administrative Fees	CDBG Housing Partnership	Sheriff Nonreverting
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	31,917	79,261	-	-	47,366	-
Charges for services	-	-	11,291	61,373	-	-
Other	-	-	-	-	-	8,567
Total receipts	<u>31,917</u>	<u>79,261</u>	<u>11,291</u>	<u>61,373</u>	<u>47,366</u>	<u>8,567</u>
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	73,929	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	5,510	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	47,366	-
Total disbursements	<u>5,510</u>	<u>73,929</u>	<u>-</u>	<u>-</u>	<u>47,366</u>	<u>-</u>
Excess (deficiency) of revenue over disbursements	<u>26,407</u>	<u>5,332</u>	<u>11,291</u>	<u>61,373</u>	<u>-</u>	<u>8,567</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(57,000)	-	-
Refund of state grant	-	-	-	-	-	-
Intergovernmental disbursements	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(57,000)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>26,407</u>	<u>5,332</u>	<u>11,291</u>	<u>4,373</u>	<u>-</u>	<u>8,567</u>
Cash and investment fund balance - beginning	<u>59,265</u>	<u>(11,322)</u>	<u>10,486</u>	<u>69,750</u>	<u>-</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 85,672</u>	<u>\$ (5,991)</u>	<u>\$ 21,777</u>	<u>\$ 74,123</u>	<u>\$ -</u>	<u>\$ 8,567</u>

BARTHOLOMEW COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2005
(Continued)

	Sheriff's Narcotics Investigations	Sheriff's Commissary	Bond Redemption	General Drain Improvement	Park Board Nonreverting Capital	Homeland Security
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	147,620	-	-	-	-
Other	-	-	11,228	3,821	-	-
Total receipts	-	147,620	11,228	3,821	-	-
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	144,929	-	-	-	102,863
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	144,929	-	-	-	102,863
Excess (deficiency) of revenue over disbursements	-	2,691	11,228	3,821	-	(102,863)
Other financing sources (uses)						
Transfers in	-	-	-	35,191	-	-
Transfers out	-	-	-	(27,950)	-	-
Refund of state grant	-	-	-	-	-	-
Intergovernmental disbursements	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	7,241	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	2,691	11,228	11,062	-	(102,863)
Cash and investment fund balance - beginning	556	10,259	550,208	208,640	7,105	102,863
Cash and investment fund balance - ending	<u>\$ 556</u>	<u>\$ 12,949</u>	<u>\$ 561,436</u>	<u>\$ 219,702</u>	<u>\$ 7,105</u>	<u>\$ -</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	County Medical Care	Clerk's Records Perpetuation	Juvenile Delinquency Prevention Title II Grant	CASA CJI Grant	Help America Vote Act / Title III	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,247,088
Special assessments	-	-	-	-	-	89,267
Intergovernmental	-	-	23,575	12,622	285,293	4,821,143
Charges for services	6,049	27,631	-	-	-	2,276,568
Other	-	-	-	-	-	388,948
Total receipts	<u>6,049</u>	<u>27,631</u>	<u>23,575</u>	<u>12,622</u>	<u>285,293</u>	<u>10,823,014</u>
Disbursements:						
General government	-	37,845	-	-	-	1,254,320
Public safety	8,121	-	16,559	12,622	-	3,026,332
Highways and streets	-	-	-	-	-	3,531,810
Health and welfare	-	-	-	-	-	2,148,176
Culture and recreation	-	-	-	-	-	31,828
Urban redevelopment and housing	-	-	-	-	-	47,366
Total disbursements	<u>8,121</u>	<u>37,845</u>	<u>16,559</u>	<u>12,622</u>	<u>-</u>	<u>10,039,831</u>
Excess (deficiency) of revenue over disbursements	<u>(2,071)</u>	<u>(10,214)</u>	<u>7,015</u>	<u>-</u>	<u>285,293</u>	<u>783,183</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	-	130,106
Transfers out	-	-	-	-	-	(346,858)
Refund of state grant	-	-	-	-	-	(419)
Intergovernmental disbursements	-	-	-	-	-	(269,690)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(486,862)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(2,071)</u>	<u>(10,214)</u>	<u>7,015</u>	<u>-</u>	<u>285,293</u>	<u>296,321</u>
Cash and investment fund balance - beginning	<u>2,241</u>	<u>91,173</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,071,634</u>
Cash and investment fund balance - ending	<u>\$ 170</u>	<u>\$ 80,959</u>	<u>\$ 7,015</u>	<u>\$ -</u>	<u>\$ 285,293</u>	<u>\$ 7,367,956</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 As of and for the Year Ended December 31, 2005

	Employee Benefit Trust	Jail Inmate Trust Medical	Total
Operating receipts:			
Insurance contributions	\$ 3,593,783	\$ 351,164	\$ 3,944,947
Operating disbursements:			
Insurance premiums	342,365	-	342,365
Insurance benefits	3,245,141	349,737	3,594,878
Other	6,696	-	6,696
Total operating disbursements	3,594,202	349,737	3,943,938
Excess (deficiency) of receipts over disbursements	(418)	1,427	1,009
Nonoperating receipts:			
Interest and investment receipts	1,418	18	1,436
Excess of receipts over disbursements and nonoperating receipts	1,000	1,445	2,445
Cash and investment fund balance - beginning	8,169	(12,791)	(4,622)
Cash and investment fund balance - ending	\$ 9,169	\$ (11,346)	\$ (2,177)
<u>Cash and Investment Assets - December 31</u>			
Cash with fiscal agent	\$ -	\$ (11,346)	\$ (11,346)
Restricted assets:			
Cash with fiscal agent	9,169	-	9,169
Total cash and investment assets - December 31	\$ 9,169	\$ (11,346)	\$ (2,177)
<u>Cash and Investment Fund Balance - December 31</u>			
Restricted for:			
General government	\$ 9,169	\$ -	\$ 9,169
Unrestricted	-	(11,346)	(11,346)
Total cash and investment fund balance - December 31	\$ 9,169	\$ (11,346)	\$ (2,177)

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For The Year Ended December 31, 2005

	<u>Edith Ross Memorial</u>	<u>Congressional Principal</u>	<u>Total</u>
Additions:			
Investment earnings:			
Interest	\$ 122	\$ -	122
Cash and investment fund balance - beginning	<u>5,996</u>	<u>57,907</u>	<u>63,903</u>
Cash and investment fund balance - ending	<u>\$ 6,118</u>	<u>\$ 57,907</u>	<u>\$ 64,025</u>

BARTHOLOMEW COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2005

	State Welfare Excise	Tax Sale Redemption	Tax Sale Surplus	Court Fees	Inheritance Tax	Surplus Tax
Additions:						
Agency fund additions	\$ 56,858	\$ 62,735	\$ 119,645	\$ 290,604	\$ 1,911,731	\$ 147,026
Deductions:						
Agency fund deductions	<u>56,858</u>	<u>90,549</u>	<u>599,833</u>	<u>291,440</u>	<u>1,577,931</u>	<u>100,678</u>
Excess (deficiency) of total additions over total deductions	-	(27,814)	(480,188)	(836)	333,801	46,348
Cash and investment fund balance - beginning	<u>-</u>	<u>30,536</u>	<u>790,292</u>	<u>1,739</u>	<u>254,418</u>	<u>121,494</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 2,722</u>	<u>\$ 310,104</u>	<u>\$ 903</u>	<u>\$ 588,219</u>	<u>\$ 167,842</u>

BARTHOLOMEW COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2005
(Continued)

	Surplus Dog Tax	Congressional Interest	Coroner's Training and Continuing Education	Tax Distributions	Payroll Withholdings	County Payroll
Additions:						
Agency fund additions	\$ 1,319	\$ 1,171	\$ 6,120	\$ 105,670,424	\$ 8,942,335	\$ 12,259,436
Deductions:						
Agency fund deductions	<u>1,319</u>	<u>2,490</u>	<u>6,120</u>	<u>105,670,424</u>	<u>8,942,335</u>	<u>12,259,436</u>
Excess (deficiency) of total additions over total deductions	-	(1,319)	-	-	-	-
Cash and investment fund balance - beginning	<u>21</u>	<u>35,173</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 21</u>	<u>\$ 33,854</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	Welfare Trust	Delinquent Sewage Collections	Law Enforcement Continuing Education	City/Town Court Costs	City Electrical Licenses	County Adjusted Gross Income Tax
Additions:						
Agency fund additions	\$ 29,944	\$ 43,863	\$ 8,190	\$ 28,959	\$ 6,845	\$ 12,831,110
Deductions:						
Agency fund deductions	<u>10,857</u>	<u>43,863</u>	<u>8,190</u>	<u>47,517</u>	<u>6,867</u>	<u>12,831,110</u>
Excess (deficiency) of total additions over total deductions	19,087	-	-	(18,558)	(22)	-
Cash and investment fund balance - beginning	<u>15,260</u>	<u>-</u>	<u>-</u>	<u>29,707</u>	<u>492</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 34,347</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,149</u>	<u>\$ 470</u>	<u>\$ -</u>

BARTHOLOMEW COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2005
(Continued)

	Commercial Vehicle Excise Tax Distribution	County User Fee	State Sales Disclosure Fee	Financial Institution Tax Distributions	Education Plate Fee	Additional Judgment Excise
Additions:						
Agency fund additions	\$ 599,946	\$ 185,062	\$ 4,227	\$ 189,253	\$ 3,863	\$ 42
Deductions:						
Agency fund deductions	<u>599,946</u>	<u>159,373</u>	<u>4,253</u>	<u>189,253</u>	<u>3,619</u>	<u>-</u>
Excess (deficiency) of total additions over total deductions	-	25,689	(26)	-	244	42
Cash and investment fund balance - beginning	<u>-</u>	<u>398,178</u>	<u>26</u>	<u>-</u>	<u>-</u>	<u>37</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 423,867</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 244</u>	<u>\$ 79</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	Probation Interstate Compact Fee	County Recorder	County Health Department	County Sheriff	Sheriff's Inmate Trust	Department of Code Enforcement
Additions:						
Agency fund additions	\$ 752	\$ 358,994	\$ 154,495	\$ 1,935,087	\$ 380,233	\$ 277,891
Deductions:						
Agency fund deductions	<u>752</u>	<u>361,001</u>	<u>146,568</u>	<u>1,938,287</u>	<u>380,381</u>	<u>277,891</u>
Excess (deficiency) of total additions over total deductions	-	(2,006)	7,927	(3,200)	(148)	-
Cash and investment fund balance - beginning	<u>-</u>	<u>27,571</u>	<u>34,688</u>	<u>3,200</u>	<u>4,472</u>	<u>100</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 25,565</u>	<u>\$ 42,615</u>	<u>\$ -</u>	<u>\$ 4,324</u>	<u>\$ 100</u>

BARTHOLOMEW COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2005
 (Continued)

	County Treasurer	Clerk of the Circuit Court	County Park Board	Mortgage Fee	Hope Storm Water Project	Total
Additions:						
Agency fund additions	\$ 115,708,234	\$ 14,042,215	\$ 19,345	\$ 11,533	\$ 77,895	\$ 276,367,382
Deductions:						
Agency fund deductions	<u>115,680,434</u>	<u>13,975,057</u>	<u>18,276</u>	<u>11,533</u>	<u>77,895</u>	<u>276,372,334</u>
Excess (deficiency) of total additions over total deductions	27,800	67,158	1,069	-	-	(4,952)
Cash and investment fund balance - beginning	<u>1,111,943</u>	<u>1,582,487</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>4,441,835</u>
Cash and investment fund balance - ending	<u>\$ 1,139,743</u>	<u>\$ 1,649,645</u>	<u>\$ 1,070</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,436,883</u>

BARTHOLOMEW COUNTY
OTHER REPORTS

The annual report presented herein was prepared in addition to other official reports prepared for the individual County offices listed below:

County Auditor
Clerk of the Circuit Court
Board of County Commissioners

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2765

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF BARTHOLOMEW COUNTY, INDIANA

Compliance

We have audited the compliance of the Bartholomew County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2005. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2005. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2005-1 and 2005-2.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(Continued)

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the County's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as items 2005-1 and 2005-2.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

This report is intended solely for the information and use of the County's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

August 24, 2006

BARTHOLOMEW COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2005

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Pass-Through Indiana Department of Education			
Child Nutrition Cluster			
School Breakfast Program	10.553	FY 2005	\$ 13,233
National School Lunch Program	10.555	FY 2005	20,825
Total for cluster			34,058
Pass-Through Indiana Department of Health			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557		
FY 2005 Contract		WIC 102-1	159,952
FY 2006 Contract		WIC 102-1	48,364
Total for program			208,316
Total for federal grantor agency			242,374
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Housing Finance Authority			
Community Development Block Grants/State's Program	14.228		
Housing Partnerships, Inc.		HD-004-001	47,366
Total for federal grantor agency			47,366
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute			
Juvenile Accountability Incentive Block Grants	16.523		
Aftercare/Community Liaison Officer		03-JB-002	17,819
Juvenile Justice and Delinquency Prevention-			
Allocation to States	16.540		
Title II, Aftercare/Community Liaison		04-JF-030	16,559
Crime Victim Assistance	16.575		
Court Appointed Special Advocates		04VA021	17,637
Court Appointed Special Advocates		05VA013	19,448
Victim Assistance Program		04VA023	10,675
Victim Assistance Program		05VA014	10,675
Total for program			58,435
Total for federal grantor agency			92,813
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation			
Highway Planning and Construction Cluster			
Highway Planning and Construction	20.205		
Bridge Inspection 2002		BR-NBIS (470)	4,800
Pass-Through Indiana Criminal Justice Institute			
Highway Safety Cluster			
State and Community Highway Safety	20.600		
Operation Pull Over		OP-05-02-03-05	10,655
Operation Pull Over		OP-06-02-03-03	2,926
Total for program			13,581
Safety Incentive Grants for Use of Seatbelts	20.604		
Emergency Gas Award		FY 2005	1,350
Total for cluster			14,931
Total for federal grantor agency			19,731
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Family and Social Services Administration			
Special Programs for the Aging-Title III,			
Part G - Prevention of Abuse, Neglect, and Exploitation of Older Individuals	93.041		
Adult Protective Services Agreement		03-04-OV-1013-01	45,815
Adult Protective Services Agreement		03-06-PV-1013-01	29,491
Total for program			75,306

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

BARTHOLOMEW COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2005
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)</u>			
Pass-Through Indiana State Department of Child Services Centers for Disease Control and Prevention - Investigations and Technical Assistance Bioterrorism Preparedness and Response	93.283	BPRS 102-4	44,549
Pass-Through Indiana Family and Social Services Administration Child Support Enforcement	93.563		
County Prosecutor's Expenditures		FY 2005	254,689
County Clerk's Expenditures		FY 2005	23,221
IV-D Court Costs		FY 2005	48,740
Collection Incentives		FY 2005	77,175
Indirect Costs		FY 2005	43,148
Total for program			446,973
Total for federal grantor agency			566,828
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Homeland Security Grant Cluster			
Homeland Security Grant Program	97.004		344
First Responder Equipment Part 2			
Project Hoosier SAFE-T		FY 2004	54,188
CBRNE Respirators		ODP Part 2	45,291
Total for program			99,823
Emergency Management Performance Grants	97.042		
		C44P-6-024	22,371
		FY 2006	9,286
Total for program			31,657
Total for cluster			131,480
Public Assistance Grants	97.036		
Winter Ice Storm and Flooding Disaster		1573	41,864
Winter Snow Storm Emergency		3197	46,063
Total for program			87,927
Total for federal grantor agency			219,407
Total federal awards expended			\$ 1,188,519

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

BARTHOLOMEW COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Bartholomew County (County) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

II. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to sub-recipients as follows for the year ended December 31, 2005:

Program Title	Federal CFDA Number	2005
Crime Victim Assistance	16.575	\$ 37,085
Community Development Block Grants/State's Program	14.228	47,366

BARTHOLOMEW COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

Material weaknesses identified? no

Reportable conditions identified that are not considered to be material weaknesses? none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified? no

Reportable conditions identified that are not considered to be material weaknesses? yes

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
----------------	------------------------------------

93.563	Child Support Enforcement
--------	---------------------------

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

BARTHOLOMEW COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III – Federal Award Findings and Questioned Costs

FINDING 2005-1, CHILD SUPPORT ENFORCEMENT REPORTING

Federal Agency: U.S. Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Federal Award No.: FY 2005
Pass-Through Entity: Indiana Family and Social Services Administration

The Clerk claimed reimbursement for postage in excess of the proper amount allocable to the IV-D program. Each month the total number of checks mailed and the number of IV-D checks mailed are determined from the records. The Clerk erroneously claimed reimbursement for postage for the non IV-D checks, rather than the IV-D checks, mailed during 2005. Postage expenses submitted for reimbursement for 2005 were \$10,111. The amount determined to be properly allocable to the IV-D program was \$5,086.02. This resulted in reimbursement being requested for improperly allocated expenses of \$5,025. Sixty-six percent (66%) of the allowable costs is reimbursed from federal funds.

The above exception results in the amounts reported and claimed for reimbursement differing from a proper allocation of recorded amounts to the IV-D program. We computed the federal share of questioned expenses claimed to be \$3,317.01 for the year 2005.

The A-102 Common Rule requires that amounts reported be adequately supported by the accounting records. OMB Circular A-87 requires that costs be adequately documented and properly allocated. The certification of the Clerk on the monthly reimbursement claims states in part: "I certify that the expenditures as specified above . . . is a true and accurate account of the . . . lawful expenditures authorized by the Child Support Bureau during the above described month."

We recommended that due professional care be taken to ensure that amounts claimed on future reimbursement requests agree with the recorded amounts as properly allocated to the IV-D program.

FINDING 2005-2, CHILD SUPPORT ENFORCEMENT, SPECIAL TESTS, AND PROVISIONS

Federal Agency: U.S. Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Federal Award No.: FY 2005
Pass-Through Entity: Indiana Family and Social Services Administration

Bartholomew County, in conjunction with the Indiana Family and Social Services Administration, accounted for child support collections and payments through the Indiana Support Enforcement Tracking System (ISETS) during 2005. The following deficiency was identified:

Balances of child support cases included errors resulting from data conversion, information not recorded during the time period from data conversion to system implementation, computer application processing errors and user errors. The errors are currently being corrected on a case by case basis as they are identified.

45 CFR 303.6 states in part : ". . . the IV-D agency must maintain and use an effective system for: (a) Monitoring compliance with the support obligation; (b) identifying on the date the parent fails to make payments in an amount equal to the support payable . . ."

BARTHOLOMEW COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

As a result of the inaccurate balances, enforcement actions may be initiated improperly or may not be initiated when required.

We recommended that action should be expedited to ensure that all subaccount balances are re-searched and corrected in a timely manner.

BARTHOLOMEW COUNTY AUDITOR

NANCY MCKINNEY, Auditor

Government Office Building, Suite 102 • 440 3rd Street • Columbus, Indiana 47201-6798
(812) 379-1510 • Fax (812) 379-5321

BARTHOLOMEW COUNTY SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS AUDIT PERIOD 01-01-05 to 12-31-05

Finding Number 2004-1, CASH MANAGEMENT, INTEREST NOT REMITTED
HOMELAND SECURITY GRANT PROGRAM CLUSTER
CFDA Numbers: 16.007 AND 97.004

Status of Finding:

Interest earned in excess of \$100 during 2004 on advanced grant funds has not been remitted to the Indiana Department of Homeland Security (IDHS). However, if IDHS requests remittance of this interest, Bartholomew County will comply. Currently in 2006 IDHS is reimbursing counties for authorized grant expenditures, rather than advancing funds. This process has eliminated the earning of interest by the county on grant funds.

Finding Number 2004-2, REPORTING
HOMELAND SECURITY GRANT PROGRAM CLUSTER
CFDA Numbers: 97.004 and 97.042

Status of Finding:

During 2006 the Indiana Department of Homeland Security (IDHS) implemented a new on-line grants management tracking system. This process will ensure that the county is compliant with the reporting requirements stated in the grant agreements.



Nancy McKinney, County Auditor

October 4, 2006

BARTHOLOMEW CIRCUIT/SUPERIOR COURT CLERK

234 WASHINGTON STREET
COURTHOUSE P.O. BOX 924
COLUMBUS, INDIANA 47201
(812) 379-1600

July 31, 2006

Ms. Tammy White
Supervisor of Counties
State of Indiana
State Board of Accounts
Audit & Accounting Operations
402 West Washington Street, E418
Indianapolis, IN 46207

Re: Corrective Action Plan

Dear Ms. White:

Please accept this letter as my formal response to findings as a result of the recent 2005 review performed on the Office of the Clerk of the Circuit Court, Bartholomew County.

Finding Number: 2005-1, CHILD SUPPORT ENFORCEMENT REPORTING

Contact Person: Norma J. Trimpe
Title: Clerk of the Circuit Court
Phone Number: 812-379-5363
Expected Completion Date: September 30, 2006

- The over-reimbursed postage claims of \$3,317.01 for 2005 will be applied to current Title IV-D Expenditure Reimbursement Claims to the Indiana Department of Child Services for the months of May, June and July 2006.
- An additional \$756.24 of over-reimbursed postage claims has been identified for January through April 2006. This overage will also be applied to IV-D claims to DCS.
- Total over-reimbursed postage claims for January 2005 through April 2006 totaled \$4,073.25. It is estimated that average 2006 monthly reimbursement claims will be \$1,500.00 allowing the postage issue to be resolved with approximately 3 months of "current" claims.

Upon further internal review of the 2005 and 2006 claims, it was determined that interest earned on the child support checking account was incorrectly entered on the monthly reimbursement claims. Year-to-date interest was entered which resulted in too much credit being applied to gross IV-D expenditures for February-December 2005 and February-April 2006 claims.

This office has entered into an agreement with Malinowski Consulting to perform the following tasks related to this Corrective Action Plan:

1. Prepare a detailed worksheet identifying postage and interest errors amounts.
2. Reconcile the errors to the current claims (May-July 2006).
3. Review the reconciliation and current claims with DCS staff.
4. Prepare monthly expenditure reimbursement claims on behalf of this office.

Tasks 1-3 will be performed as quickly and efficiently as possible. It is anticipated that the over-reimbursement issues will be resolved with DCS by the end of September 2006.

If you or your audit staff should have any questions regarding this plan, please contact me or Charles Malinowski of Malinowski Consulting at 317-818-1876.

Respectfully submitted,



Norma J. Trimpe
Clerk of the Circuit Court, Bartholomew County, Indiana

NJT: cfm

WILLIAM M. NASH
Prosecuting Attorney
Bartholomew County, Indiana
Ninth Judicial Circuit



234 Washington Street
Columbus, IN 47201
(812) 379-1670
Fax (812) 379-1767

July 31, 2006

OFFICE OF THE PROSECUTING ATTORNEY

Ms. Tammy White
Supervisor of Counties
State of Indiana
State Board of Accounts
Audit & Accounting Operations
402 West Washington Street, E418
Indianapolis, IN 46207

Re: Corrective Action Plan

Dear Ms. White:

Please accept this letter as my formal response to findings as a result of the recent 2005 review performed on the Office of Prosecuting Attorney-Child Support Division, Bartholomew County.

Finding Number: 2005-2 REPORTABLE CONDITION-CHILD SUPPORT ENFORCEMENT CASE BALANCES

Contact Person:	Adam Norman
Title:	Deputy Prosecutor
Phone Number:	812-379-1674
Expected Completion Date:	On-going / December 31, 2006

During a recent review performed by the State Board of Accounts a number errors were found that presented inaccurate child support account balances in the Indiana Support Enforcement Tracking System (ISETS). The concern with the field auditors is that inappropriate actions could be taken against a non-custodial parents due to *"errors resulting from data conversion, information not recorded during the time period from data conversion to system implementation, computer application processing errors and user errors."*

Corrective Action Plan

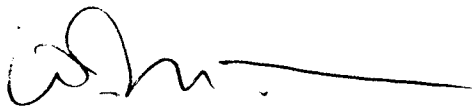
When the ISETS system identifies a case that requires attention due to non-payment, County caseworkers will perform a thorough case history review to determine if action is required and verify the proper amounts of arrearage. When errors are identified, corrections will be performed on a case-by-case issue in the normal course of performing child support enforcement tasks. County staff will utilize reports designed and developed by the State of Indiana to compare against in-house documentation. If necessary, caseworkers will make the necessary adjustments to promote data reliability.

It should be noted that irregularities caused "*from data conversion*" and "*computer application processing errors*" were not the County's responsibility. The State was responsible for the ISETS software and data conversions. At present, the County is correcting State data conversion errors on a case-by-case basis.

Due to the limited funds that Bartholomew County has available at this time, additional staff will not be utilized to correct these errors. All anomalies will be reviewed in a timely manner to insure that the proper actions are taken at the County level. It is anticipated that most corrections will be made by December 31, 2006.

If you or your audit staff should have any questions regarding this plan, please contact Mr. Norman at 812-379-1674.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'William Nash', followed by a long horizontal line extending to the right.

William Nash
Prosecutor, Bartholomew County, Indiana

WN:cfm

BARTHOLOMEW COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 24, 2006, with Larry Kleinhenz, President of the Board of County Commissioners; and Nancy McKinney, Auditor.